

Message Text

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PAGE 01 LA PAZ 07598 201727Z

50

ACTION ARA-10

INFO OCT-01 ISO-00 EB-07 L-02 COME-00 TRSE-00 OMB-01 AID-05

RSC-01 FRB-01 H-02 STR-04 IGA-01 /035 W

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R 201600Z NOV 74

FM AMEMBASSY LA PAZ

TO SECSTATE WASHDC 4861

UNCLAS LA PAZ 7598

E.O. 11652: N/A

TAGS: ECON, EINV, EFIN, BL

SUBJ: DECREE LAW 11947

REF: STATE 251673

1. REGULATIONS OR OFFICIAL INTERPRETATION OF ARTICLE 7 OF DECREE LAW 11947 HAVE NOT BEEN DEVELOPED. GOB MEETINGS WITH THE PRIVATE SECTOR ON NOV. 15 AND WITHIN GOB UNDER MINISTRY OF FINANCE HAVE MADE IT CLEAR THAT NATURE OF REQUIREMENT AND POSSIBLE IMPLICATIONS HAD NOT BEEN THOUGHT THROUGH. PRIVATE SECTOR SEEKING MAXIMUM FLEXIBILITY IN REGULATION OF ARTICLE 7 REQUIREMENT, TAKING INTO ACCOUNT ANDEAN PACT LIMITATION OF PROFIT REPATRIATION. TO 14 PERCENT THE INAPPROPRIATENESS OF REINVESTMENT BY SOME (MAINLY COMMERCIAL) FIRMS THE INAPPROPRIATENESS OF ACTUAL REINVESTMENT EXPENDITURES ON AN ANNUAL BASIS FOR MANY MORE FIRMS AND THE GUARANTEE OF REPATRIATION OF PROFITS CONTAINED IN ARTICLE 38 OF THE INVESTMENT DECREE 10045 FOR THOSE INVESTMENTS BENEFITTED BY THAT DECREE.

2. AS GOB THINKING ON THE REINVESTMENT REQUIREMENT APPEARS TO BE IN THE FORMATIVE STAGE, EMBASSY WILL FOLLOW AND REPORT DEVELOPMENTS AS THEY OCCUR.
STEDMAN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, INVESTMENT LAW, MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 20 NOV 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974LAPAZ07598
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740336-0161
From: LA PAZ
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741128/aaaaaxjn.tel
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Office: ACTION ARA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: STATE 251673
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 14 NOV 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 NOV 2002 by shawdg>; APPROVED <19-Nov-2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
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30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: DECREE LAW 11947
TAGS: ECON, EINV, EFIN, BL
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